

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6110

BILL NUMBER: HB 1163

DATE PREPARED: Nov 10, 2000

BILL AMENDED:

SUBJECT: Moratorium on license branch closings.

FISCAL ANALYST: James Sperlik

PHONE NUMBER: 232-9866

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill provides that a motor vehicle license branch that is in existence on January 1, 2001, may not be closed before January 1, 2006.

Effective Date: July 1, 2001.

Explanation of State Expenditures: This bill prohibits the closing of a a motor vehicle license branch that is in existence on January 1, 2001, but it allows a branch to be moved within the same county. The specific fiscal impact will depend upon the number, if any, of license branches which may have been scheduled for closure which now will remain open, at least for five years, due to this proposal. Annual operating costs for a license branch range from \$101,000 to approximately \$800,000, depending upon the size of the branch. Therefore, if any branch is kept from closing, cost savings from reduced expenditures would be foregone.

The funds affected are the Motor Vehicle Highway Account which supports the Bureau of Motor Vehicles and the State License Branch Fund which supports the Bureau of Motor Vehicles Commission. The Commission operates the 167 license branches throughout the state.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles; Bureau of Motor Vehicles Commission.

Local Agencies Affected:

Information Sources: Jane Morrical, Director of Treasury, Bureau of Motor Vehicles, 232-2822.